



This Certificate is granted under the authority of RCW 70.38. Issuance of this Certificate does not constitute approval under any other local, federal or state statute, implementing rules and regulations. Examples where additional approval may be necessary include, but are not limited to, construction plan approval through the Construction Review Unit of the Department of Health, facility licensing/certification through the Department of Social and Health Services or Department of Health, and other federal or local jurisdiction permits.

**Certificate of Need #1328A2 is issued to:**

**Legal Name of Applicant:** THC-Seattle, Inc.  
**Address of Applicant:** Kindred Healthcare, Inc. 680 South Fourth Street, Louisville, Kentucky 40202  
**Type of Service:** Long Term Acute Care Hospital  
**Facility Name:** Kindred Hospital  
**Facility Address:** 10560 Fifth Avenue Northeast, Seattle, Washington 98125

**ISSUANCE OF THIS AMENDED CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORDS AND EVALUATIONS OF APRIL 28, 2006, OCTOBER 24, 2008, and AUGUST 11, 2010. (CN APPS #06-01, #08-46, AND #10-12 RESPECTIVELY). THOSE FINDINGS ARE INCORPORATED.**

**Description/Services To Be Provided:**

Kindred Hospital is an 80-bed long term acute care hospital (LTACH) located at 10560 Fifth Avenue Northeast in Seattle. First Hill Care Center is a 172-bed nursing home located at 1334 Terry Avenue in the city of Seattle. Certificate of Need #1328 approves the relocation of 50 LTACH beds from Kindred Hospital into First Hill Care Center. At project completion, Kindred Hospital's Fifth Avenue site would be operating a 30-bed LTACH and 40-bed skilled nursing facility. First Hill Care Center's Terry Avenue site would be operating a 50-bed LTACH and another 40-bed skilled nursing facility. The remaining 92 beds that were located at the Terry Avenue site will be relinquished by Kindred Nursing Centers West. [per RA #050 and #051] After approval of RAs #050 and #051 and CN #1328, Kindred Nursing Center and THC-Seattle elected to reduce its number of licensed nursing home beds by 10 at each site.

The results of the reduction are: 1) Kindred Healthcare located at 10560 Fifth Avenue Northeast in Seattle will operate 30 LTACH beds and 30 nursing home beds; and 2) First Hill Care Center located at 1334 Terry Avenue in Seattle will operate 50 LTACH beds and 30 nursing home beds.

**Service Area**  
King County

**Conditions**

1. Kindred Hospital must provide charity care in compliance with the charity care policies provided in this Certificate of Need application and the requirements of the applicable law. Specifically, Kindred Hospital will use reasonable efforts to provide charity care in an amount comparable to the average amount of charity care provided by all hospitals in the King County Region (less Harborview) during the three most recent years. For historical years 2004-2006, these amounts are 1.33% gross revenue and 2.40% adjusted revenue. Kindred Hospital will maintain records at the facility documenting the amount of charity care it provides and demonstrating compliance with its charity care policies and applicable law.
2. In the amendment application, THC-Seattle, anticipates providing acute care services in the fifty new acute care beds at the First Hill campus by the end of December 2011. If the project is not complete by December 31, 2011, any remaining bed authorization not meeting licensing requirements shall be forfeited. No further extension of the timeline will be granted.

**Approved Capital Expenditure**

The approved capital expenditure for this project is \$29,355,000

This Certificate authorizes commencement of the project from May 10, 2006, to May 10, 2008, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

**Date Second Amended Certificate Issued:**  
August 20, 2010

Steven Saxe  
Director, Health Professions and Facilities

**This Certificate is not transferable.**